



June 21, 2017

REDACTED - FOR PUBLIC INSPECTION

Marlene H. Dortch, Secretary
Federal Communications Commission
Office of the Secretary
445 12th Street, SW
Washington, DC 20554

RE: WC Docket Nos. 10-90 and 14-58
FCC Form 481 – Carrier Annual Reporting Data Collection Form for Henderson
Cooperative Telephone Co. (Study Area Code 371559)

Dear Secretary:

Henderson Cooperative Telephone Company ("Company") (d/b/a Mainstay Communications) hereby files a redacted version of its FCC Form 481 - Carrier Annual Reporting Form in accordance with sections 54.313 and 54.422 of the Commission rules. This redacted version contains no confidential information and is being filed via the FCC's Electronic Comment Filing System.

Pursuant to the FCC's March 22, 2016 Protective Order DA 16-296, the Company seeks confidential treatment of its financial information provided under 54.313(f)(2).

Pursuant to 47 CFR Sections 0.457 and 0.459 of the Commission's rules, the Company's seeks confidential treatment of its 2016 RUS Annual Report (provided on line 3017) entitled "Operating Report For Telecommunications Borrowers" and its Financial Data Summary (provided on Lines 3027 through 3034). The Company provides the following in support of its request, numbered consistent with the subparagraphs of Section 0.459(b).

1. The information the Company is seeking confidential treatment of is its 2016 RUS Annual Report and summary financial data.
2. The RUS Annual Report and summary financial data are provided in the Company's FCC Form 481 filing due July 3, 2017.
3. Financial and operational data contained in the Company's Form 481 filing are confidential commercial information routinely withheld from public inspection in accordance with 47 CFR Section 0.457(d).
4. The Form 481 financial and operational data is competitively sensitive information regarding the provision of telecommunications services. The telecommunications industry is highly competitive.
5. The financial and operational competitive information provided is information that would not customarily be released to the public. Due to the competitive nature of the telecommunications industry, release of this information could substantially harm the Company.
6. To prevent unauthorized disclosure of the information on Lines 3017 and Lines 3027 through 3034 of Form 481, the Company takes steps to ensure that the information is not accidentally disclosed outside the Company.

7. The subject information is not publicly available.
8. Pursuant to 47 CFR Section 0.457, the subject information is not available for public inspection and should continue to be withheld from public inspection now and in the future.
9. Not applicable.

Based on the preceding, the Company requests that the Commission grant confidential treatment under Section 0.459 to the data referenced above.

The Form 481 has been accepted by USAC via its e-file system. The Form 481 is also being provided to the Nebraska Public Service Commission.

If there are any questions, I can be reached at (402) 723-4448.

Sincerely,

Matt Friesen
General Manager

Attachments

**FCC Form 481 - Carrier Annual Reporting
Data Collection Form**

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name: Person USAC should contact with questions about this data	Matt Friesen
<035>	Contact Telephone Number: Number of the person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address: Email of the person identified in data line <030>	mrfriesen@mainstaycomm.net
	Form Type	54.313 and 54.422

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<210> For the prior calendar year, were there any reportable voice service outages? No

[illegible]

(300) Unfulfilled Service Request Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
---	--

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net

<300> Unfulfilled service request (voice)	<div style="border: 1px solid black; width: 150px; height: 20px; margin: 0 auto;">0</div>
---	---

<310> Detail on attempts (voice)	<div style="border-bottom: 1px solid black; width: 100%;"></div>
	Name of Attached Document

<320> Unfulfilled service request (broadband)	<div style="border: 1px solid black; width: 200px; height: 20px; margin: 0 auto;">0</div>
---	---

<330> Detail on attempts (broadband)	<div style="border-bottom: 1px solid black; width: 100%;"></div>
	Name of Attached Document

(400) Number of Complaints per 1,000 customers Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
--	--

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net
<400>	Select from the drop-down list to indicate how you would like to report voice complaints (zero or greater) for voice telephony service in the prior calendar year for each service area in which you are designated an ETC for any facilities you own, operate, lease, or otherwise utilize.	Offered only fixed voice
<410>	Complaints per 1000 customers for fixed voice	0 . 0
<420>	Complaints per 1000 customers for mobile voice	
<430>	Select from the drop-down list to indicate how you would like to report end-user customer complaints (zero or greater) for broadband service in the prior calendar year for each service area in which you are designated an ETC for any facilities you own, operate, lease, or otherwise utilize.	Offered only fixed broadband
<440>	Complaints per 1000 customers for fixed broadband	0 . 0
<450>	Complaints per 1000 customers for mobile broadband	

(500) Compliance With Service Quality Standards and Consumer Protection Rules Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
---	--

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net
<500>	Certify compliance with applicable service quality standards and consumer protection rules	Yes
371559ne510.pdf		
<510>	Descriptive document for Service Quality Standards & Consumer Protection Rules Compliance	
<515>	Certify compliance with applicable minimum service standards	

(600) Functionality in Emergency Situations Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
---	--

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net
<600>	Certify compliance regarding ability to function in emergency situations	Yes
<610>	Descriptive document for Functionality in Emergency Situations	371559ne610.pdf

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

OMB Control No. 3060-0986/OMB Control No. 3060-0819

OMB Control No. 3060-0986/OMB Control No. 3060-0819

371559

HENDERSON CO-OP TEL

2018

Matt Friesen

4027234448 ext.

mrriesen@mainstaycomm.net

1/1/2017

17.5

-- See attached worksheet

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net

[illegible]

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net
<810>	Reporting Carrier	Henderson Cooperative Telephone Company d/b/a Mainstay Communications
<811>	Holding Company	Henderson Cooperative Telephone Company
<812>	Operating Company	Henderson Cooperative Telephone Company d/b/a Mainstay Communications

[illegible]

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net

No

--

--

Name of Attached Document

If your company serves Tribal lands, please select (Yes, No, NA) for each these boxes to confirm the status described on the attached PDF, on line 920, demonstrates coordination with the Tribal government pursuant to § 54.313(a)(9) includes:

- <921> Needs assessment and deployment planning with a focus on Tribal community anchor institutions.
- <922> Feasibility and sustainability planning;
- <923> Marketing services in a culturally sensitive manner;
- <924> Compliance with Rights of way processes
- <925> Compliance with Land Use permitting requirements
- <926> Compliance with Facilities Siting rules
- <927> Compliance with Environmental Review processes
- <928> Compliance with Cultural Preservation review processes
- <929> Compliance with Tribal Business and Licensing requirements.

[illegible]

(1000) Voice and Broadband Service Rate Comparability Data Collection Form		FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
---	--	--

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfrisen@mainstaycomm.net

<1000> Voice services rate comparability certification Yes

<1010> Attach detailed description for voice services rate comparability compliance 371559ne1010.pdf

Name of Attached Document

<1020> Broadband comparability certification Yes - Pricing is no more than the most recent applicable benchmark announced by the Wireline Competition Bureau

<1030> Attach detailed description for broadband comparability compliance 371559ne1030.pdf

Name of Attached Document

**(1100) No Terrestrial Backhaul Reporting
Data Collection Form**

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net

<1100> Certify whether terrestrial backhaul options exist (Y/N)

Yes

<1130> Please select the appropriate response (Yes, No, Not Applicable) to confirm the reporting carrier offers broadband service of at least 1 Mbps downstream and 256 kbps upstream within the supported area pursuant to § 54.313(g).

(1200) Terms and Condition for Lifeline Customers
Lifeline
Data Collection Form

FCC Form 481
 OMB Control No. 3060-0986/OMB Control No. 3060-0819
 July 2013

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfrisen@mainstaycomm.net

<1210> Terms & Conditions of Voice Telephony Lifeline Plans

371559ne1210.pdf

Name of Attached Document

<1220> Link to Public Website

HTTP

"Please check these boxes below to confirm that the attached document(s), on line 1210, or the website listed, on line 1220, contains the required information pursuant to § 54.422(a)(2) annual reporting for ETCs receiving low-income support, carriers must annually report:

- <1221> Information describing the terms and conditions of any voice telephony service plans offered to Lifeline subscribers, ☒
- <1222> Details on the number of minutes provided as part of the plan, ☒
- <1223> Additional charges for toll calls, and rates for each such plan. ☒

(2005) Price Cap Carrier Additional Documentation Data Collection Form <i>Including Rate-of-Return Carriers affiliated with Price Cap Local Exchange Carriers</i>	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
---	--

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net

Select the appropriate responses below (Yes, No, Not Applicable) to note compliance as a recipient of Incremental High Cost support, High Cost support to offset access charge reductions, and Connect America Phase II support as set forth in 47 CFR § 54.313(b),(c),(d),(e). The information reported on this form and in the documents attached below is accurate.

Incremental Connect America Phase I reporting

<2011> 3rd Year Certification 47 CFR §54.313(b)(1)(ii) - Note that for the July 2017 certification, this applies to Round 2 recipients of Incremental Support.	<input style="width: 100px; height: 20px; border: 1px solid black;" type="text"/>	
<2022> Recipient certifies, representing year three after filing a notice of acceptance of funding pursuant to 54.312(c), that the locations in question are not receiving support under the Broadband Initiatives Program or the Broadband Technology Opportunities Program for projects that will provide broadband with speeds of at least 4 Mbps/1Mbps - 54.313(b)(2)(i). Round 2 recipients only.	<input style="width: 100px; height: 20px; border: 1px solid black;" type="text"/>	
<2023> The attachment on line 2024 includes a statement of the total amount of capital funding expended in the previous year in meeting Connect America Phase I deployment obligations, accompanied by a list of census blocks indicating where funding was spent. This covers year three - 54.313(b)(2)(ii). Round 2 recipients only.	<input style="width: 100px; height: 20px; border: 1px solid black;" type="text"/>	
<2024A> Round 2 Recipient of Incremental Support?	<input style="width: 100px; height: 20px; border: 1px solid black;" type="text"/>	<input style="width: 200px; height: 60px; border: 1px solid black;" type="text"/>
<2024B> Attach list of census blocks indicating where funding was spent in year three - 54.313(b)(2)(ii). Round 2 recipients only.	Name of Attached Document Listing Required Information	<input style="width: 200px; height: 60px; border: 1px solid black;" type="text"/>
<2025A> Round 2 Recipient of Incremental Support?	<input style="width: 100px; height: 20px; border: 1px solid black;" type="text"/>	
<2025B> Attach geocoded Information for Phase I milestone reports (Round 2 for year three) - Connect America Fund , WC Docket 10-90, Report and Order, FCC 13-73, paragraph 35 (May 22, 2013).	Name of Attached Document Listing Required Information	<input style="width: 200px; height: 60px; border: 1px solid black;" type="text"/>
<2015> 2016 and future Frozen Support Certification 47 CFR § 54.313(c)(4)		<input style="width: 100px; height: 20px; border: 1px solid black;" type="text"/>

(2005) Price Cap Carrier Additional Documentation

Data Collection Form

Including Rate-of-Return Carriers affiliated with Price Cap Local Exchange Carriers

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819

July 2013

Price Cap Carrier Connect America ICC Support {47 CFR § 54.313(d)}

<2016> Certification support used to build broadband

Connect America Phase II Reporting {47 CFR § 54.313(e)}

<2017A> Connect America Fund Phase II recipient?

<2017C> Total amount of Phase II support, if any, the price cap carrier used for capital expenditures in 2016.

<2018> Attach the number, names, and addresses of community anchor institutions to which the carrier newly began providing access to broadband service in the preceding calendar year - 54.313(e)(1)(ii)(A)

Name of Attached Document Listing
Required Information

<2019> Recipient certifies that it bid on category one telecommunications and Internet access services in response to all FCC Form 470 postings seeking broadband service that meets the connectivity targets for the schools and libraries universal service support program for eligible schools and libraries located within any area in a census block where the carrier is receiving Phase II model-based support, and that such bids were at rates reasonably comparable to rates charged to eligible schools and libraries in urban areas for comparable offerings - 54.313(e)(1)(ii)(C)

(3005) Rate Of Return Carrier Additional Documentation Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
--	--

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net

Select from the drop down menu or check the boxes below to note compliance with 54.313(f)(1). Privately held carriers must ensure compliance with the financial reporting requirements set forth in 47 CFR 54.313(f)(2). I further certify that the information reported on this form and in the documents attached below is accurate.

(3009)	Progress Report on 5 Year Plan Carrier certifies to 54.313(f)(1)(iii)	Yes - Attach Certification	
(3010A)	Certification of Public Interest Obligations {47 CFR § 54.313(f)(1)(i)}		371559ne3010b.pdf
(3010B)	Please Provide Attachment	Name of Attached Document Listing Required Information	
(3012A)	Community Anchor Institutions {47 CFR § 54.313(f)(1)(ii)}	No - No New Community Anchors	
(3012B)	Please Provide Attachment	Name of Attached Document Listing Required Information	
(3013)	Is your company a Privately Held ROR Carrier {47 CFR § 54.313(f)(2)}	(Yes/No)	<input checked="" type="radio"/> <input type="radio"/>
(3014)	If yes, does your company file the RUS annual report	(Yes/No)	<input checked="" type="radio"/> <input type="radio"/>
	Please check these boxes to confirm that the attached PDF, on line 3017, contains the required information pursuant to § 54.313(f)(2) compliance requires:		
(3015)	Electronic copy of their annual RUS reports (Operating Report for Telecommunications Borrowers)		<input checked="" type="checkbox"/>
(3016)	Document(s) with Balance Sheet, Income Statement and Statement of Cash Flows		<input checked="" type="checkbox"/>
(3017)	If the response is yes on line 3014, attach your company's RUS annual report and all required documentation	Name of Attached Document Listing Required Information	371559ne3017.pdf
(3018)	If the response is no on line 3014, is your company audited?	(Yes/No)	<input type="radio"/> <input type="radio"/>
	If the response is yes on line 3018, please check the boxes below to confirm your submission on line 3026 pursuant to § 54.313(f)(2), contains:		
(3019)	Either a copy of their audited financial statement; or		<input type="checkbox"/>
(3020)	(2) a financial report in a format comparable to RUS Operating Report for Telecommunications Borrowers		<input type="checkbox"/>
(3021)	Document(s) for Balance Sheet, Income Statement and Statement of Cash Flows		<input type="checkbox"/>
(3022)	Management letter and/or audit opinion issued by the independent certified public accountant that performed the company's financial audit. If the response is no on line 3018, please check the boxes below to confirm your submission on line 3026 pursuant to § 54.313(f)(2), contains: Copy of their financial statement which has been subject to review by an independent certified public accountant; or 2) a financial report in a format comparable to RUS Operating Report for Telecommunications Borrowers		<input type="checkbox"/>
(3023)	Underlying information subjected to a review by an independent certified public accountant		<input type="checkbox"/>
(3024)	Underlying information subjected to an officer certification.		<input type="checkbox"/>
(3025)	Document(s) with Balance Sheet, Income Statement and Statement of Cash Flows		<input type="checkbox"/>
(3026)	Attach the worksheet listing required information	Name of Attached Document Listing Required Information	

(3005) Rate Of Return Carrier Additional Documentation (Continued)

FCC Form 481

Data Collection Form

OMB Control No. 3060-0986/OMB Control No. 3060-0819

July 2013

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net

Financial Data Summary

(3027) Revenue

(3028) Operating Expenses

(3029) Net Income

(3030) Telephone Plant In Service(TPIS)

(3031) Total Assets

(3032) Total Debt

(3033) Total Equity

(3034) Dividends

(4005) Rural Broadband Experiment Additional Documentation
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net

4005 Rural Broadband Experiment

Authorized Rural Broadband Experiment (RBE) recipients must address the certification for public interest obligations, provide a list of newly served community anchor institutions, and provide a list of locations where broadband has been deployed.

Public Interest Obligations – FCC 14-98 (paragraphs 26-29, 78)

Please address Line 4001 regarding compliance with the Commission’s public interest obligations. All RBE participants must provide a response to Line 4001.

4001. Recipient certifies that it is offering broadband to the identified locations meeting the requisite public interest obligations consistent with the category for which they were selected, including broadband speed, latency, usage capacity, and rates that are reasonably comparable to rates for comparable offerings in urban areas?

Community Anchor Institutions – FCC 14-98 (paragraph 79)

4003a. RBE participants must provide the number, names, and addresses of community anchor institutions to which they newly deployed broadband service in the preceding calendar year. On this line, please respond (yes – attach new community anchors, no – no new anchors) to indicate whether this list will be provided.

If yes to 4003A, please provide a response for 4003B.

4003b. Provide the number, names and addresses of community anchor institutions to which the recipient newly began providing access to broadband service in the preceding calendar year.

Name of Attached Document Listing Required Information

Broadband Deployment Locations – FCC 14-98 (paragraph 80)

4004a. Attach a list of geocoded locations to which broadband has been deployed as of the June 1st immediately preceding the July 1st filing deadline for the FCC Form 481.

Name of Attached Document Listing Required Information

4004b. Attach evidence demonstrating that the recipient is meeting the relevant public service obligations for the identified locations. Materials must at least detail the pricing, offered broadband speed and data usage allowances available in the relevant geographic area.

Name of Attached Document Listing Required Information

Certification - Reporting Carrier Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
---	--

<010> Study Area Code	371559
<015> Study Area Name	HENDERSON CO-OP TEL
<020> Program Year	2018
<030> Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035> Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net

TO BE COMPLETED BY THE REPORTING CARRIER, IF THE REPORTING CARRIER IS FILING ANNUAL REPORTING ON ITS OWN BEHALF:

Certification of Officer as to the Accuracy of the Data Reported for the Annual Reporting for CAF or LI Recipients	
I certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual reporting requirements for universal service support recipients; and, to the best of my knowledge, the information reported on this form and in any attachments is accurate.	
Name of Reporting Carrier: HENDERSON CO-OP TEL	
Signature of Authorized Officer: CERTIFIED ONLINE	Date 06/12/2017
Printed name of Authorized Officer: James Mestl	
Title or position of Authorized Officer: Board President	
Telephone number of Authorized Officer: 4027234448 ext.	
Study Area Code of Reporting Carrier: 371559	Filing Due Date for this form: 07/03/2017
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

Certification - Agent / Carrier Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
---	--

<010> Study Area Code	371559
<015> Study Area Name	HENDERSON CO-OP TEL
<020> Program Year	2018
<030> Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035> Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net

TO BE COMPLETED BY THE REPORTING CARRIER, IF AN AGENT IS FILING ANNUAL REPORTS ON THE CARRIER'S BEHALF:

Certification of Officer to Authorize an Agent to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier	
I certify that (Name of Agent) _____ is authorized to submit the information reported on behalf of the reporting carrier. I also certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual data reporting requirements provided to the authorized agent; and, to the best of my knowledge, the reports and data provided to the authorized agent is accurate.	
Name of Authorized Agent:	
Name of Reporting Carrier:	
Signature of Authorized Officer:	Date:
Printed name of Authorized Officer:	
Title or position of Authorized Officer:	
Telephone number of Authorized Officer:	
Study Area Code of Reporting Carrier:	Filing Due Date for this form:
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

TO BE COMPLETED BY THE AUTHORIZED AGENT:

Certification of Agent Authorized to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier	
I, as agent for the reporting carrier, certify that I am authorized to submit the annual reports for universal service support recipients on behalf of the reporting carrier; I have provided the data reported herein based on data provided by the reporting carrier; and, to the best of my knowledge, the information reported herein is accurate.	
Name of Reporting Carrier:	
Name of Authorized Agent Firm:	
Signature of Authorized Agent or Employee of Agent:	Date:
Name of Authorized Agent Employee:	
Title or position of Authorized Agent or Employee of Agent:	
Telephone number of Authorized Agent or Employee of Agent:	
Study Area Code of Reporting Carrier:	Filing Due Date for this form:
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

Attachments

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net

<701>	Residential Local Service Charge Effective Date	1/1/2017
<702>	Single State-wide Residential Local Service Charge	17.5

<703>

[illegible]

(710) Broadband Price Offerings
Data Collection Form

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819

July 2013

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net

[illegible]

(800) Operating Companies	FCC Form 481
Data Collection Form	OMB Control No. 3060-0986/OMB Control No. 3060-0819
	July 2013

<010>	Study Area Code	371559
<015>	Study Area Name	HENDERSON CO-OP TEL
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Matt Friesen
<035>	Contact Telephone Number - Number of person identified in data line <030>	4027234448 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	mrfriesen@mainstaycomm.net

<810>	Reporting Carrier	Henderson Cooperative Telephone Company d/b/a Mainstay Communications
<811>	Holding Company	Henderson Cooperative Telephone Company
<812>	Operating Company	Henderson Cooperative Telephone Company d/b/a Mainstay Communications

[illegible]

SAC: 371559
Carrier Name: Henderson Cooperative Telephone Company
Filing: Form 481 due 07/03/17

Line 510 – Descriptive Document for Service Quality Standards and Consumer Protection Rules Compliance for Voice and Broadband Service

Voice Service

FCC 47 C.F.R. 54.313(a)(5) and Nebraska Administrative Code, Title 291 – Nebraska Public Service Commission (NPSC), Chapter 5, Section 009.04A5 state that a carrier must certify that it is in compliance with applicable service quality standards and consumer protection rules. Based on its compliance activities described below, Henderson Cooperative Telephone Company (“Company”) certifies that it is in compliance with applicable service quality standards and consumer protection rules for voice services.

Service Quality Standards - Voice

- The Company’s facilities are designed to meet RUS practices which list minimum technical requirements to deploy in the Company’s voice network to provide reasonable assurance that voice customers receive a consistently high level of service quality. Administrative Code, Title 291 – NPSC, Chapter 5, Section 002.01 through 002.52 sets forth 47 pages of regulations that are applicable to the Company’s local service offering. Interspersed within these regulations are some service quality standards. The Company complied with those NPSC standards during 2016. The Company provides ready access to customer service representatives during normal business hours. On duty personnel promptly respond to issues reported by customers after normal business hours.

Consumer Protection Rules - Voice

The Company strives to ensure its customers and their data are protected. Consumer protection compliance procedures include:

- The Company’s rates and terms are listed in its local service tariff which is approved by the NPSC. The tariff is available for consumer viewing at either the Company’s office or the NPSC.
- The Company’s bills separately identify service charges and taxes.

- The Company complies with the FCC's Customer Proprietary Network Information (CPNI) requirements that safeguard customer information from unauthorized disclosure (47 C.F.R. Part 64, Subpart U).
- The Company complies with the Federal Trade Commission's Identity Theft Red Flag provisions (16 C.F.R. Part 681).
- The Company complies with the FCC's Truth-In-Billing Requirements (47 C.F.R. 64.2400).
- The Company complies with the FCC's Changes in Preferred Telecommunications Service Providers requirements (47 C.F.R. Part 64, Subpart K).
- Administrative Code, Title 291 – NPSC, Chapter 5, Section 002.01 through 002.52 sets forth 47 pages of regulations that are applicable to the Company's local service offering. Interspersed within these regulations are some consumer protection standards. The Company complied with those NPSC standards during 2016.
- Administrative Code, Title 291 – NPSC, Chapter 5, Section 004.01 through 004.12 sets forth 7 pages of regulations that cover subscriber complaints of slamming and unauthorized charges. The Company complied with those NPSC standards during 2016.

Broadband Service

Based on its compliance activities described below, the Company certifies that it is in compliance with applicable service quality standards and consumer protection rules for broadband services. While there are no applicable state broadband service quality and consumer protection rules yet established, the Company discloses rates, terms and conditions on its public website and in advertising materials. The Company adheres to consumer protection obligations for broadband services under federal law by publicly disclosing accurate information regarding network management practices, performance, and commercial terms of broadband internet access services to enable consumers to make informed choices regarding use of such services.

SAC: 371559
Carrier Name: Henderson Cooperative Telephone Company
Filing: Form 481 due 07/03/17

Line 610 – Descriptive Document for Functionality in Emergency Situations for Voice and Broadband Service

Voice Service

FCC 47 C.F.R. 54.313(a)(6) and Nebraska Administrative Code, Title 291 – Nebraska Public Service Commission (NPSC), Chapter 5, Section 009.04A6 indicate that a carrier should certify that it is able to function in emergency situations as set forth in FCC 47 C.F.R. 54.202(a)(2). FCC 47 C.F.R. 54.202(a)(2) states a carrier should: “Demonstrate its ability to remain functional in emergency situations, including a demonstration that it has a reasonable amount of back-up power to ensure functionality without an external power source, is able to reroute traffic around damaged facilities, and is capable of managing traffic spikes resulting from emergency situations”. NPSC regulations related to functioning in emergency situations are set forth in Title 291, Chapter 5, Section 002.05 “Emergency Operations and Power”. Based on the actions described below, Henderson Cooperative Telephone Company (“Company”) certifies that it is able to function in emergency situations affecting voice services.

The Company’s facilities are designed to meet RUS practices so that minimum technical requirements are implemented in the Company’s network to provide reasonable assurance that the Company will be able to meet industry standards with regard to functioning in emergency situations.

If commercial electrical power is lost, the Company has both battery and diesel generator back-up power available to operate central office equipment. Central office equipment normally operates on battery power with the battery being constantly charged. When commercial electrical service is interrupted the fully charged battery is capable of powering the equipment. If electrical power is not restored within a few minutes, then the diesel generator automatically activates to supply electrical power and continue charging the battery. The battery backup can function for several hours should the generator fail to automatically activate or cease to operate. The generator can function nearly indefinitely as long as fuel is available. The generator and batteries are inspected and tested periodically and maintenance is performed when necessary.

The Company has two toll routes extending from its one central office. The Company can change call routing translations as needed to reroute traffic around damaged facilities. Changing call routing translations also allows the Company to manage traffic spikes throughout its network, as emergency situations require. The Company's switch and toll facilities are designed to comply with RUS and NPSC traffic handling guidelines.

Company personnel receive training to minimize the impact of any disruption that might occur in an emergency situation arising from power outages, damaged facilities or traffic spikes

Broadband Service

While the voice service regulations referenced above do not specifically apply to broadband providers and services, the Company's emergency preparedness procedures and facilities described above support both voice and broadband services and equipment in the event of an emergency. Based on the actions described above, the Company certifies that it is able to function in emergency situations affecting broadband services.

SAC: 371559
Carrier Name: Henderson Cooperative Telephone Company
Filing: Form 481 due 07/03/17

Line 1010 – Detailed Description for Voice Services Rate Comparability Compliance

In DA 17-167 released February 14, 2017, the FCC announced:

- The 2017 rate floor for voice services is \$22.49 (the national average local end user voice rate plus state regulated fees of surveyed ILECs in urban areas) and
- A local end user voice rate is within a reasonable range if it falls within two standard deviations of the national average. The FCC calculated \$49.51 to be two standard deviations above \$22.49.

Henderson Cooperative Telephone Company's retail monthly residential local service rate is \$18.72 (local end user rate of \$17.50 plus a state USF surcharge of \$1.22). Therefore, the Company certifies that its local end user voice rate of \$18.72 is no more than two standard deviations above the applicable national average urban rate for voice services of \$49.51.

SAC: 371559
Carrier Name: Henderson Cooperative Telephone Company
Filing: Form 481 due 07/03/17

Line 1030 – Detailed Description for Broadband Services Rate Comparability Compliance

In FCC Public Notice DA 17-167 released February 14, 2017, the FCC announced the reasonable comparability broadband benchmark rates for 2017 for eight common combinations of download speed, upload speed and usage allowance. The FCC also provided an online calculator to determine the reasonable comparability broadband benchmark rate for various combinations of download speed, upload speed and usage allowance not listed in the Public Notice. The FCC requires that an Eligible Telecommunications Carrier offer at least one broadband internet service with a download speed, upload speed and usage allowance combination that is at or below the FCC calculated reasonable comparability benchmark. Tri-Rural TV, Inc. (a wholly owned subsidiary of Henderson Cooperative Telephone Company) offers a 15 Mbps download, 3 Mbps upload, unlimited usage internet service for \$51.95 per month. The FCC comparability benchmark rate for a broadband service with these service characteristics is \$83.82 per the online calculator. Therefore, the Company certifies that it offers at least one broadband service package below the FCC's reasonable comparability broadband benchmark rate.

SAC: 371559
Carrier Name: Henderson Cooperative Telephone Company
Filing: Form 481 due 07/03/17

Line 1210 – Terms and Conditions for Lifeline Customers

Henderson Cooperative Telephone Company ("Company") offers all residential customers a single party local service priced at \$17.50 per month which includes unlimited local minutes. The Company participates in the Nebraska Telephone Assistance Program (NTAP) administered by the Nebraska Public Service Commission. The NTAP assists qualifying low income individuals by lowering their monthly local service rate. Qualifying low income customers (i.e. lifeline customers) receive a monthly \$12.75 NTAP discount (\$9.25 federal + \$3.50 state) which is credited against their \$17.50 monthly residential local service rate for a net lifeline monthly rate of \$4.75. To qualify for NTAP, an individual must complete an NTAP application and provide proof of eligibility. After NTAP approves the application, the Company is directed by NTAP to provide the monthly NTAP discount to the eligible customer. Except for the lower price, the NTAP Lifeline monthly local service offering is identical to the regular residential local service offering and includes unlimited local minutes.

The Company does not provide toll (long distance) service. The Company's customers, including Lifeline customers, are given a list of toll providers from which to select. Customers select the toll provider of their choice along with one of the toll service packages offered by their selected toll provider. The toll charges, if any, that a Lifeline customer may incur are in addition to their monthly local service charge. The Company is not aware of the toll minutes, rates, terms or conditions included in the toll service packages selected by their Lifeline customers. Toll blocking is available at no charge to Lifeline customers.

SAC: 371559
Carrier Name: Henderson Cooperative Telephone Company
Filing: Form 481 due 07/03/17

Line 3010b – Certification of Public Interest Obligations

Pursuant to 47 C.F.R. 54.313(f)(1)(i), Henderson Cooperative Telephone Company certifies that it has taken reasonable steps to provide upon reasonable request broadband service at actual speed of at least 10 Mbps downstream/1Mbps upstream, with latency suitable for real-time applications, including Voice of Internet Protocol, and usage capacity that is reasonably comparable to reasonably comparable offerings in urban areas, and that requests for such service are met within a reasonable amount of time.

REDACTED - FOR PUBLIC INSPECTION

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0572-0031. The time required to complete this information collection is estimated to average 4 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS		<i>This data will be used by RUS to review your financial situation. Your response is required by 7 U.S.C. 901 et seq. and, subject to federal laws and regulations regarding confidential information, will be treated as confidential.</i> BORROWER NAME Henderson Cooperative Telephone Company (Prepared with Audited Data)	
INSTRUCTIONS -Submit report to RUS within 30 days after close of the period. For detailed instructions, see RUS Bulletin 1744-2. Report in whole dollars only.		PERIOD ENDING December, 2016	BORROWER DESIGNATION NE0555

CERTIFICATION We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief. ALL INSURANCE REQUIRED BY 7 CFR PART 1788, CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES. DURING THE PERIOD COVERED BY THIS REPORT PURSUANT TO PART 1788 OF 7CFR CHAPTER XVII <i>(Check one of the following)</i> <div style="display: flex; justify-content: space-between;"> <div> <input type="checkbox"/> All of the obligations under the RUS loan documents have been fulfilled in all material respects. </div> <div> <input type="checkbox"/> There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in the Telecom Operating Report </div> </div>	
<div style="display: flex; justify-content: space-between; margin-top: 20px;"> <div>_____</div> <div>_____ DATE</div> </div>	

PART A. BALANCE SHEET					
ASSETS	BALANCE PRIOR YEAR	BALANCE END OF PERIOD	LIABILITIES AND STOCKHOLDERS' EQUITY	BALANCE PRIOR YEAR	BALANCE END OF PERIOD
CURRENT ASSETS			CURRENT LIABILITIES		
1. Cash and Equivalents			25. Accounts Payable		
2. Cash-RUS Construction Fund			26. Notes Payable		
3. Affiliates:			27. Advance Billings and Payments		
a. Telecom, Accounts Receivable			28. Customer Deposits		
b. Other Accounts Receivable			29. Current Mat. L/T Debt		
c. Notes Receivable			30. Current Mat. L/T Debt-Rur. Dev.		
4. Non-Affiliates:			31. Current Mat.-Capital Leases		
a. Telecom, Accounts Receivable			32. Income Taxes Accrued		
b. Other Accounts Receivable			33. Other Taxes Accrued		
c. Notes Receivable			34. Other Current Liabilities		
5. Interest and Dividends Receivable			35. Total Current Liabilities (25 thru 34)		
6. Material-Regulated			LONG-TERM DEBT		
7. Material-Nonregulated			36. Funded Debt-RUS Notes		
8. Prepayments			37. Funded Debt-RTB Notes		
9. Other Current Assets			38. Funded Debt-FFB Notes		
10. Total Current Assets (1 Thru 9)			39. Funded Debt-Other		
NONCURRENT ASSETS			40. Funded Debt-Rural Develop. Loan		
11. Investment in Affiliated Companies			41. Premium (Discount) on L/T Debt		
a. Rural Development			42. Reacquired Debt		
b. Nonrural Development			43. Obligations Under Capital Lease		
12. Other Investments			44. Adv. From Affiliated Companies		
a. Rural Development			45. Other Long-Term Debt		
b. Nonrural Development			46. Total Long-Term Debt (36 thru 45)		
13. Nonregulated Investments			OTHER LIAB. & DEF. CREDITS		
14. Other Noncurrent Assets			47. Other Long-Term Liabilities		
15. Deferred Charges			48. Other Deferred Credits		
16. Jurisdictional Differences			49. Other Jurisdictional Differences		
17. Total Noncurrent Assets (11 thru 16)			50. Total Other Liabilities and Deferred Credits (47 thru 49)		
PLANT, PROPERTY, AND EQUIPMENT			EQUITY		
18. Telecom, Plant-in-Service			51. Cap. Stock Outstand. & Subscribed		
19. Property Held for Future Use			52. Additional Paid-in-Capital		
20. Plant Under Construction			53. Treasury Stock		
21. Plant Adj., Nonop. Plant & Goodwill			54. Membership and Cap. Certificates		
22. Less Accumulated Depreciation			55. Other Capital		
23. Net Plant (18 thru 21 less 22)			56. Patronage Capital Credits		
24. TOTAL ASSETS (10+17+23)			57. Retained Earnings or Margins		
			58. Total Equity (51 thru 57)		
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)		

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS		BORROWER DESIGNATION NE0555	
INSTRUCTIONS- See RUS Bulletin 1744-2		PERIOD ENDING December, 2016	
PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS			
ITEM	PRIOR YEAR	THIS YEAR	
1. Local Network Services Revenues			
2. Network Access Services Revenues			
3. Long Distance Network Services Revenues			
4. Carrier Billing and Collection Revenues			
5. Miscellaneous Revenues			
6. Uncollectible Revenues			
7. Net Operating Revenues (1 thru 5 less 6)			
8. Plant Specific Operations Expense			
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)			
10. Depreciation Expense			
11. Amortization Expense			
12. Customer Operations Expense			
13. Corporate Operations Expense			
14. Total Operating Expenses (8 thru 13)			
15. Operating Income or Margins (7 less 14)			
16. Other Operating Income and Expenses			
17. State and Local Taxes			
18. Federal Income Taxes			
19. Other Taxes			
20. Total Operating Taxes (17+18+19)			
21. Net Operating Income or Margins (15+16-20)			
22. Interest on Funded Debt			
23. Interest Expense - Capital Leases			
24. Other Interest Expense			
25. Allowance for Funds Used During Construction			
26. Total Fixed Charges (22+23+24-25)			
27. Nonoperating Net Income			
28. Extraordinary Items			
29. Jurisdictional Differences			
30. Nonregulated Net Income			
31. Total Net Income or Margins (21+27+28+29+30-26)			
32. Total Taxes Based on Income			
33. Retained Earnings or Margins Beginning-of-Year			
34. Miscellaneous Credits Year-to-Date			
35. Dividends Declared (Common)			
36. Dividends Declared (Preferred)			
37. Other Debits Year-to-Date			
38. Transfers to Patronage Capital			
39. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)]			
40. Patronage Capital Beginning-of-Year			
41. Transfers to Patronage Capital			
42. Patronage Capital Credits Retired			
43. Patronage Capital End-of-Year (40+41-42)			
44. Annual Debt Service Payments			
45. Cash Ratio [(14+20-10-11) / 7]			
46. Operating Accrual Ratio [(14+20+26) / 7]			
47. TIER [(31+26) / 26]			
48. DSCR [(31+26+10+11) / 44]			

<p>USDA-RUS</p> <p>OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</p> <p>INSTRUCTIONS - See RUS Bulletin 1744-2</p>						<p>BORROWER DESIGNATION NE0555</p> <p>PERIOD ENDED December, 2016</p>	
<p>Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION</p>							
	1. RATES		2. SUBSCRIBERS (ACCESS LINES)			3. ROUTE MILES	
EXCHANGE	B-1	R-1	BUSINESS	RESIDENTIAL	TOTAL	TOTAL (including fiber)	FIBER
	(a)	(b)	(a)	(b)	(c)	(a)	(b)
Henderson							
MobileWireless						0	
Route Mileage Outside Exchange Area							
Total							
No. Exchanges							

<p>USDA-RUS</p> <p>OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</p> <p>INSTRUCTIONS - See RUS Bulletin 1744-2</p>							<p>BORROWER DESIGNATION NE0555</p> <p>PERIOD ENDED December, 2016</p>	
<p>Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION</p>								
<p>4. BROADBAND SERVICE</p>								
<p>Details on Least Expensive Broadband Service</p>								
EXCHANGE	No. Access Lines with BB available (a)	No Of Broadband Subscribers (b)	Number Of Subscribers (c)	Advertised Download Rate (Kbps) (d)	Advertised Upload Rate (Kbps) (e)	Price Per Month (f)	Standalone/Pckg (f)	Type Of Technology (g)
Henderson								
Total								

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS			BORROWER DESIGNATION NE0555 PERIOD ENDING December, 2016		
INSTRUCTIONS- See RUS Bulletin 1744-2					
PART D. SYSTEM DATA					
1. No. Plant Employees	2. No. Other Employees	3. Square Miles Served	4. Access Lines per Square Mile	5. Subscribers per Route Mile	
█	█	█	█	█	
PART E. TOLL DATA					
1. Study Area ID Code(s) a. 371559 b. _____ c. _____ d. _____ e. _____ f. _____ g. _____ h. _____ i. _____ j. _____		2. Types of Toll Settlements (Check one) Interstate: <input type="checkbox"/> Average Schedule <input checked="" type="checkbox"/> Cost Basis Intrastate: <input type="checkbox"/> Average Schedule <input checked="" type="checkbox"/> Cost Basis			
PART F. FUNDS INVESTED IN PLANT DURING YEAR					
1. RUS, RTB, & FFB Loan Funds Expended					
2. Other Long-Term Loan Funds Expended					
3. Funds Expended Under RUS Interim Approval					
4. Other Short-Term Loan Funds Expended					
5. General Funds Expended (Other than Interim)				█	
6. Salvaged Materials					
7. Contribution in Aid to Construction					
8. Gross Additions to Telecom. Plant (1 thru 7)				█	
PART G. INVESTMENTS IN AFFILIATED COMPANIES					
INVESTMENTS (a)	CURRENT YEAR DATA		CUMULATIVE DATA		
	Investment This Year (b)	Income/Loss This Year (c)	Cumulative Investment To Date (d)	Cumulative Income/Loss To Date (e)	Current Balance (f)
1. Investment in Affiliated Companies - Rural Development					
2. Investment in Affiliated Companies - Nonrural Development		█	█	█	█

<p>USDA-RUS</p> <p>OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</p>	BORROWER DESIGNATION
	NE0555
	PERIOD ENDING
December, 2016	

PART H. CURRENT DEPRECIATION RATES

Are corporation's depreciation rates approved by the regulatory authority with jurisdiction over the provision of telephone services? (Check one)

☒

YES

☐

NO

EQUIPMENT CATEGORY	DEPRECIATION RATE
1. Land and support assets - Motor Vehicles	
2. Land and support assets - Aircraft	
3. Land and support assets - Special purpose vehicles	
4. Land and support assets - Garage and other work equipment	
5. Land and support assets - Buildings	
6. Land and support assets - Furniture and Office equipment	
7. Land and support assets - General purpose computers	
8. Central Office Switching - Digital	
9. Central Office Switching - Analog & Electro-mechanical	
10. Central Office Switching - Operator Systems	
11. Central Office Transmission - Radio Systems	
12. Central Office Transmission - Circuit equipment	
13. Information origination/termination - Station apparatus	
14. Information origination/termination - Customer premises wiring	
15. Information origination/termination - Large private branch exchanges	
16. Information origination/termination - Public telephone terminal equipment	
17. Information origination/termination - Other terminal equipment	
18. Cable and wire facilities - Poles	
19. Cable and wire facilities - Aerial cable - Metal	
20. Cable and wire facilities - Aerial cable - Fiber	
21. Cable and wire facilities - Underground cable - Metal	
22. Cable and wire facilities - Underground cable - Fiber	
23. Cable and wire facilities - Buried cable - Metal	
24. Cable and wire facilities - Buried cable - Fiber	
25. Cable and wire facilities - Conduit systems	
26. Cable and wire facilities - Other	

USDA-RUS		BORROWER DESIGNATION NE0555	
OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS		PERIOD ENDED December, 2016	
INSTRUCTIONS – See help in the online application.			
PART I – STATEMENT OF CASH FLOWS			
1. Beginning Cash (Cash and Equivalents plus RUS Construction Fund)			
CASH FLOWS FROM OPERATING ACTIVITIES			
2. Net Income			
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities			
3. Add: Depreciation			
4. Add: Amortization			
5. Other (Explain) Depreciation Non-Reg \$654			
Changes in Operating Assets and Liabilities			
6. Decrease/(Increase) in Accounts Receivable			
7. Decrease/(Increase) in Materials and Inventory			
8. Decrease/(Increase) in Prepayments and Deferred Charges			
9. Decrease/(Increase) in Other Current Assets			
10. Increase/(Decrease) in Accounts Payable			
11. Increase/(Decrease) in Advance Billings & Payments			
12. Increase/(Decrease) in Other Current Liabilities			
13. Net Cash Provided/(Used) by Operations			
CASH FLOWS FROM FINANCING ACTIVITIES			
14. Decrease/(Increase) in Notes Receivable			
15. Increase/(Decrease) in Notes Payable			
16. Increase/(Decrease) in Customer Deposits			
17. Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)			
18. Increase/(Decrease) in Other Liabilities & Deferred Credits			
19. Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital			
20. Less: Payment of Dividends			
21. Less: Patronage Capital Credits Retired			
22. Other (Explain)			
23. Net Cash Provided/(Used) by Financing Activities			
CASH FLOWS FROM INVESTING ACTIVITIES			
24. Net Capital Expenditures (Property, Plant & Equipment)			
25. Other Long-Term Investments			
26. Other Noncurrent Assets & Jurisdictional Differences			
27. Other (Explain) Correct Additions to Plant in Service \$78,712; Salvage (\$26,000)			
28. Net Cash Provided/(Used) by Investing Activities			
29. Net Increase/(Decrease) in Cash			
30. Ending Cash			

<p>USDA-RUS</p> <p>OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</p>	<p>BORROWER DESIGNATION</p> <p>NE0555</p>
<p>INSTRUCTIONS - See RUS Bulletin 1744-2</p>	<p>PERIOD ENDED</p> <p>December, 2016</p>
<p>NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</p>	
<div data-bbox="79 317 1393 359" style="background-color: black; height: 20px; width: 100%;"></div> <div data-bbox="79 363 1484 405" style="background-color: black; height: 20px; width: 100%;"></div> <div data-bbox="79 409 1008 451" style="background-color: black; height: 20px; width: 60%;"></div>	

<p>USDA-RUS</p> <p>OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</p>	<p>BORROWER DESIGNATION</p> <p>NE0555</p>
<p>INSTRUCTIONS - See RUS Bulletin 1744-2</p>	<p>PERIOD ENDED</p> <p>December, 2016</p>
<p>CERTIFICATION LOAN DEFAULT NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</p>	